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MICHIGAN LABOR MARKET REVIEW

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JOB SERVICE

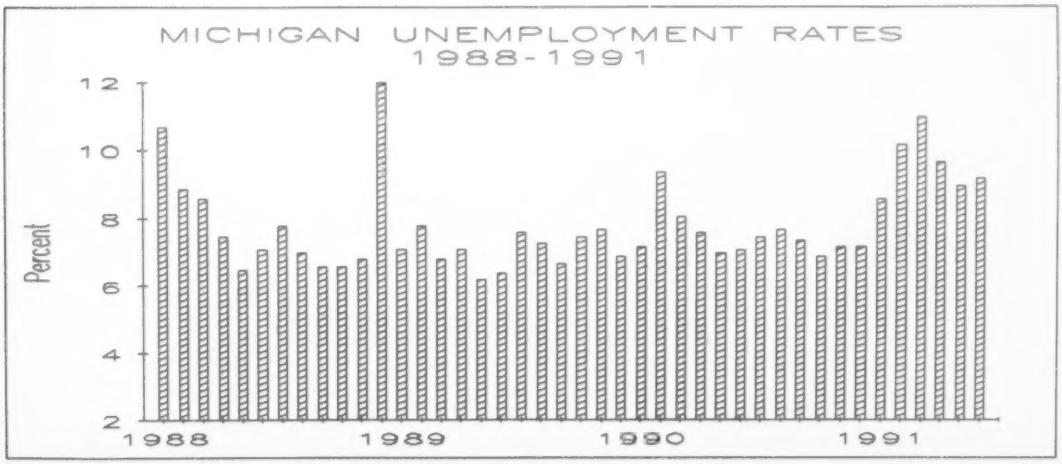
Michigan Employment Security Commission

SEASONAL INCREASE IN UNEMPLOYMENT

The Michigan area unemployment rate climbed by two-tenths of a percentage point as the jobless rate advanced from 9.0 percent in May to 9.2 percent in June. The rate increase represents 18,000 additional individuals out of work, as total local residents seeking employment expanded to 423,000. The rise in joblessness was primarily a result of college students leaving school and seeking temporary work for the summer. Total employment in June registered a surge as the number of employed area residents increased by 84,000 to reach 4,174,000. Additionally, the civilian labor force zoomed to 4,597,000, a gain of 103,000. Compared with a year ago, employment in Michigan has declined by 141,000, while the size of the labor force has dropped by 67,000. In June 1990, the total number of persons out of work amounted to 349,000, representing an unemployment rate of 7.5 percent.

PAYROLL EMPLOYMENT SLIPS DOWN

Total nonagricultural wage and salary employment in Michigan fell as industry jobs declined to 3,901,900 in June. Employment opportunities dipped by approximately 500 as losses were centered in the service producing sectors of the economy. Total employment in the goods producing industries increased by 5,800 primarily as a result of seasonal increases in the construction industry. Service producing employment contracted by 6,300 to 2,861,000 in June, as moderate increases in the trade and services industries were erased by seasonal contractions in government. Public sector positions decreased by 19,900 as elementary and secondary schools have released most of their non-teaching staff for the summer. Since June 1990, industry employment in Michigan has decreased by 98,000 positions or 2.5 percent. Approximately 80,800 goods producing jobs have been lost throughout the year, while service producing employment dropped by 17,200.



Civilian Labor Force, Employment, and Unemployment Estimates

State of Michigan

ITEM	JUN 1991	MAY 1991	APR 1991	JUN 1990
PLACE OF RESIDENCE *				
Civilian Labor Force	4597	4494	4499	4664
Employment	4174	4090	4065	4315
Unemployment	423	405	434	349
Rate	9.2	9.0	9.7	7.5
PLACE OF WORK *				
Wage and Salary Employment	3902	3902	3846	4000
Goods Producing Industries	1041	1035	1004	1122
Construction	135	131	120	150
Manufacturing	896	895	875	961
Durable Goods	666	670	652	726
Lumber and Wood Products	15	14	14	15
Furniture and Fixtures	35	35	35	37
Stone, Clay and Glass	17	16	16	18
Primary Metals	39	39	38	43
Fabricated Metals	114	110	107	123
Industrial Machinery	117	119	120	128
Electrical Machinery	31	31	30	33
Transportation Equipment	274	281	269	304
Motor Vehicles and Equipment	259	266	253	288
Nondurable Goods	230	226	223	235
Food and Kindred Products	45	44	41	44
Textiles and Apparel	19	19	19	21
Paper and Allied Products	21	21	21	21
Printing and Publishing	43	43	44	44
Chemicals and Allied Products	46	45	45	45
Rubber and Misc. Plastics	50	48	47	54
Service Producing Industries	2861	2867	2842	2878
Trans., Comm. and Utilities	157	155	151	160
Wholesale Trade	196	195	193	203
Durable Goods	122	122	122	129
Nondurable Goods	74	73	71	74
Retail Trade	738	736	720	755
General Merchandise Stores	105	105	105	115
Food Stores	108	107	104	109
Auto. Dealers and Serv. Stns.	78	78	77	79
Apparel and Access. Stores	39	39	38	40
Eating and Drinking Places	267	264	256	267
Finance, Insurance and Real Estate	195	193	191	193
Services	958	952	944	948
Hotels and Lodging Places	36	35	32	37
Personal Services	40	40	42	40
Business Services	174	172	170	180
Health Services	316	314	312	306
Social Services	64	64	64	61
Government	617	637	643	620
Federal	59	58	58	64
State	154	160	174	154
Local	404	419	411	402
Labor Disputes	0	0	0	0

CIVILIAN LABOR FORCE data are based on the monthly Current Population Survey of the U.S. Bureau of Labor Statistics - 1989 Benchmark.
WAGE AND SALARY EMPLOYMENT is based on a monthly sample of employing establishments as part of the cooperative federal-state Current Employment Statistics program - March 1989 Benchmark.
Suppressed data included in: X=Totals, A=Other Durable Goods, B=Other Nondurable Goods.
Due to the suppression of data, the industry estimates do not sum to the total wage and salary estimate.
*** DATA IS IN THOUSANDS**

CLAIMS ACTIVITY

The number of individuals collecting regular unemployment benefits decreased for the third consecutive month in June. The regular benefits claims load averaged 139,116 per week during the month, approximately 11,562 less than the May total.

The 8 percent decrease was primarily due to some recalls in the automotive and auto related industries. In June 1990, the number of claimants drawing benefits under the regular benefit program averaged 87,686.

WEEKLY CLAIMS FOR UNEMPLOYMENT INSURANCE

Week Ending	Michigan			Detroit		
	Total	Initial	Continued	Total	Initial	Continued
June 01, 1991	153,200	16,100	137,100	65,300	6,200	59,100
June 08, 1991	149,400	16,700	132,700	64,500	7,900	56,600
June 15, 1991	143,400	16,200	127,200	61,200	7,400	53,800
June 22, 1991	142,500	15,000	127,500	63,000	7,600	55,400
June 29, 1991	135,200	13,600	121,600	56,000	5,500	50,500

DETROIT AREA COST OF LIVING MOVES UPWARD

Consumer prices in the Detroit metropolitan area increased from 131.7 in April to 133.5 in June. The increase in Detroit area prices was primarily due to higher costs for transportation and apparel and upkeep. Prices in the area climbed by 4.5 percent since June 1990, when the consumer price index stood at 127.7. At the national level, the cost of living advanced by three tenths of a percent to reach 136.0 during the month.

The higher national prices were due to additional costs for transportation and medical care. Between June 1990 and June 1991, national consumer prices increased by 4.7 percent. One year ago, the national index registered 129.9. Note: Beginning in January 1987, the Consumer Price Indexes were shifted to a new reference base year. All indexes expressed on a 1967=100, were rebased to 1982-1984=100.

HOURS AND EARNINGS

The average workweek of Michigan workers in manufacturing industries increased to 42.1 hours in June. The increase occurred primarily as a result of additional hours worked by individuals in the auto related industries.

During the month average hourly earnings increased by nine cents to $14.46, while average weekly earnings increased by $22.47 to total $608.77. In June 1990, earnings averaged $13.98 an hour or $602.54 per week for a 43.1 hour workweek.

MICHIGAN'S HOURS AND EARNINGS

Industry	Average Weekly Earnings a/			Average Weekly Hours a/			Average Hourly Earnings a/		
	Jun 1991	May 1991	Jun 1990	Jun 1991	May 1991	Jun 1990	Jun 1991	May 1991	Jun 1990
TOTAL MANUFACTURING	$608.77	$586.30	$602.54	42.1	40.8	43.1	$14.46	$14.37	$13.98
DURABLE GOODS	648.13	621.15	639.45	42.5	41.0	43.5	15.25	15.15	14.70
Primary Metal Products	640.47	611.59	659.38	42.5	40.8	43.9	15.07	14.99	15.02
Fabricated Metal Products	623.07	604.65	608.08	43.0	41.7	44.0	14.49	14.50	13.82
Industrial Machinery	585.06	579.63	588.12	42.0	41.7	43.5	13.93	13.90	13.52
Electrical Machinery	521.64	494.81	493.34	42.0	41.2	43.2	12.42	12.01	11.42
Motor Vehicles & Equip.	794.12	742.97	764.75	43.3	40.8	43.7	18.38	18.21	17.50
NONDURABLE GOODS	491.21	477.99	484.78	40.9	40.1	41.9	12.01	11.92	11.57
Construction	626.73	620.80	618.97	39.0	38.8	39.4	16.07	16.00	15.71
Department Stores	192.85	190.58	194.02	26.6	26.0	28.2	7.25	7.33	6.88

a/ Average weekly and hourly earnings are computed from aggregates of individual establishment reports utilizing the total amount paid to production workers and total production hours. Average weekly and hourly earnings differ from weekly and hourly rates in that they are affected by overtime wage rates, part-time earnings, the length of the workweek, etc.

Note: *Current month data are preliminary.*

CIVILIAN LABOR FORCE, EMPLOYMENT AND UNEMPLOYMENT ESTIMATES
JUNE 1991 (Preliminary)

Area	Civilian Labor Force	Total Employment	Total Unemployment	Unemployment Rate
United States	127,054,000	118,280,000	8,774,000	6.9
Michigan	4,597,000	4,174,000	423,000	9.2
Major Labor Markets				
Ann Arbor MSA	162,000	153,100	8,900	5.5
Battle Creek MSA	63,800	58,400	5,400	8.5
Benton Harbor MSA	79,200	71,500	7,700	9.7
Detroit MSA	2,134,000	1,936,000	197,000	9.3
Flint MSA	187,700	167,100	20,600	11.0
Grand Rapids MSA	379,500	351,400	28,100	7.4
Jackson MSA	66,200	59,500	6,700	10.2
Kalamazoo MSA	117,900	110,400	7,500	6.3
Lansing MSA	243,400	219,700	23,800	9.8
Muskegon MSA	69,300	60,900	8,400	12.1
Saginaw-Bay-Midland MSA	188,700	173,800	14,900	7.9
Upper Peninsula LMA	143,600	128,900	14,700	10.2
Major Counties (18,000+)				
Allegan	61,925	57,900	4,025	6.5
Barry	25,225	22,875	2,350	9.3
Bay	54,500	49,825	4,675	8.6
Cass	23,250	21,350	1,900	8.2
Clinton	31,675	28,050	3,625	11.4
Eaton	54,275	48,775	5,525	10.2
Grand Traverse	37,925	35,025	2,900	7.6
Gratiot	20,900	18,500	2,400	11.5
Hillsdale	20,300	18,250	2,050	10.1
Ingham	157,475	142,850	14,600	9.3
Ionia	21,100	17,575	3,525	16.7
Isabella	30,425	28,525	1,900	6.2
Kent	277,725	256,075	21,650	7.8
Lapeer	34,325	29,975	4,350	12.7
Lenawee	43,175	38,725	4,450	10.3
Livingston	55,275	50,825	4,450	8.1
Macomb	374,375	338,200	36,175	9.7
Marquette	29,125	26,425	2,675	9.2
Midland	36,750	34,375	2,375	6.4
Monroe	63,775	57,575	6,200	9.7
Montcalm	26,625	23,275	3,350	12.6
Oakland	572,625	529,675	42,950	7.5
Ottawa	101,775	95,275	6,475	6.4
Saginaw	97,425	89,575	7,870	8.1
St. Clair	66,725	59,200	7,525	11.3
St. Joseph	27,150	24,275	2,900	10.7
Sanilac	21,225	18,775	2,450	11.5
Shiawassee	35,100	30,550	4,550	13.0
Tuscola	25,175	22,250	2,925	11.6
Van Buren	34,925	31,000	3,925	11.3
Wayne	966,500	870,650	95,850	9.9

MICHIGAN EMPLOYMENT
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